

BOARD ACTION MEMORANDUM

TO: NCUA Board

DATE: May 16, 2007

FROM: FOM Task Force

SUBJ: Proposed Rule Part 701

ACTION REQUESTED: Board approval of proposed rule with request for comments to revise NCUA's community chartering policy. 12 C.F.R. Part 701.

DATE ACTION REQUESTED: May 24, 2007.

OTHER OFFICES CONSULTED: All Regional Offices and E&I.

VIEWS OF OFFICES CONSULTED: Concur.

SUBMITTED TO INSPECTOR GENERAL FOR REVIEW: Yes.

BUDGET IMPACT, IF ANY: No.

RESPONSIBLE STAFF MEMBER: Frank Kressman, Staff Attorney, Office of General Counsel.

SUMMARY: Staff recommends the Board issue the attached proposed rule to revise the NCUA's community chartering policies. These changes include clarifying the documentation requirements for a local community and adding a public comment procedure for certain types of multiple political jurisdiction community charter applications.

RECOMMENDED ACTION: Recommend the Board issue the proposed rule.

ATTACHMENT: Proposed rule with request for comments.